

# ND RISK MANAGEMENT FUND

## State Investment Board

### Balance Sheet

As of 6/30/2006

	As of <u>6-30-06</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 979,910	\$ 716,254
DOMESTIC FIXED INCOME	2,181,433	1,469,458
INVESTED CASH (NOTE 1)	<u>52,711</u>	<u>203,813</u>
TOTAL INVESTMENTS	3,214,054	2,389,525
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	50,799	50,088
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	743,028	558,561
DUE FROM OTHER AGENCIES (NOTE 3)	<u>103</u>	<u>88</u>
TOTAL ASSETS	<u>\$ 4,007,984</u>	<u>\$ 2,998,262</u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,741	1,425
SECURITIES LENDING COLLATERAL (NOTE 2)	743,028	558,561
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	744,769	559,986
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	2,438,276	2,968,620
CASH IN DURING YEAR (NOTE 5)	1,250,000	-
CASH OUT DURING YEAR (NOTE 6)	500,000	750,000
NET INCREASE (DECREASE)	<u>74,939</u>	<u>219,656</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,263,215</u>	<u>2,438,276</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 4,007,984</u>	<u>\$ 2,998,262</u>

## ND RISK MANAGEMENT FUND

### State Investment Board Profit and Loss Statement For the Month Ended 6/30/2006

	Month Ended <u>6-30-06</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,930	\$ 111,688
SECURITIES LENDING INCOME	<u>3,277</u>	<u>25,712</u>
	14,207	137,400
 GAIN ON SALE OF INVESTMENTS	 32,991	 310,210
LOSS ON SALE OF INVESTMENTS	<u>33,240</u>	<u>242,794</u>
 NET GAINS (LOSSES) INVESTMENTS	 (249)	 67,416
 INVESTMENT EXPENSES	 446	 6,856
SECURITIES LENDING EXPENSES	3,174	24,714
SIB ADMIN EXPENSES	<u>198</u>	<u>985</u>
 NET INVESTMENT INCOME	 10,140	 172,261
 NET APPREC (DEPREC) MARKET VALUE	 (2,154)	 (97,574)
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>252</u>
 TOTAL INVESTMENT INCOME	 <u>7,986</u>	 <u>74,939</u>
 NET INCREASE (DECREASE)	 <u>\$ 7,986</u>	 <u>\$ 74,939</u>

**ND RISK MANAGEMENT FUND**  
**Notes To Financial Statements**  
**June 30, 2006**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

**NOTE 4**    **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

**NOTE 5**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 6**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.